

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Metals Finance Limited

ABN

127 131 604

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|--|
| 1 | +Class of +securities issued or to be issued | Fully Paid Ordinary Shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 8,159,897 Fully Paid Ordinary Shares
(release of Escrow shares 22 Dec 09) |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully Paid Ordinary Shares |

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<p>4 Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>All Fully Paid Ordinary shares rank equally.</p>					
<p>5 Issue price or consideration</p>	<p>Nil - Release from Escrow</p>					
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Release from Escrow</p>					
<p>7 Dates of entering ⁺securities into uncertificated holdings or despatch of certificates</p>	<p>22 December 2009</p>					
<p>8 Number and ⁺class of all ⁺securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="686 1429 994 1462">Number</th> <th data-bbox="994 1429 1283 1462">⁺Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="686 1462 994 1677">73,109,576</td> <td data-bbox="994 1462 1283 1677">Fully Paid Ordinary Shares</td> </tr> </tbody> </table>	Number	⁺ Class	73,109,576	Fully Paid Ordinary Shares	
Number	⁺ Class					
73,109,576	Fully Paid Ordinary Shares					

+ See chapter 19 for defined terms.

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	1,500,000	Options at 26,5 cents expiring on 3 February 2010
	3,600,000	Options at 26,5 cents expiring on 6 March 2010
	3,900,000	Warrants at 26,5 cents expiring on 6 March 2010
	7,000,000	Convertible Notes at 50 cents expiring on 16 October 2010
10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	N/A	

Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?	
12 Is the issue renounceable or non-renounceable?	
13 Ratio in which the +securities will be offered	
14 +Class of +securities to which the offer relates	
15 +Record date to determine entitlements	
16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17 Policy for deciding entitlements in relation to fractions	

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18 Names of countries in which the entity has ⁺security holders who will not be sent new issue documents

Note: Security holders must be told how their entitlements are to be dealt with.

Cross reference: rule 7.7.

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19 Closing date for receipt of acceptances or renunciations

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⁺ See chapter 19 for defined terms.

20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	
25	If the issue is contingent on +security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	

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32 How do ⁺security holders dispose of their entitlements (except by sale through a broker)?

33 ⁺Despatch date

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the ⁺securities are ⁺equity securities, the names of the 20 largest holders of the additional ⁺securities, and the number and percentage of additional ⁺securities held by those holders

36 If the ⁺securities are ⁺equity securities, a distribution schedule of the additional ⁺securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 A copy of any trust deed for the additional ⁺securities

⁺ See chapter 19 for defined terms.

Entities that have ticked box 34(b)

38 Number of securities for which
+quotation is sought

39 Class of +securities for which
quotation is sought

40 Do the +securities rank equally in all
respects from the date of allotment
with an existing +class of quoted
+securities?

If the additional securities do not
rank equally, please state:

- the date from which they do
- the extent to which they
participate for the next dividend,
(in the case of a trust,
distribution) or interest payment
- the extent to which they do not
rank equally, other than in
relation to the next dividend,
distribution or interest payment

41 Reason for request for quotation
now

Example: In the case of restricted securities, end of
restriction period

(if issued upon conversion of
another security, clearly identify that
other security)

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)		

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Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.

 - There is no reason why those +securities should not be granted +quotation.

 - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.

 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here: Date: **4 December 2009**
(~~Director~~/Company secretary)

Print name: **Arno de Vos**

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As per Item 35 above: the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders. This table as at 2 December 2009 reflects the expected shareholding as at 22 December 2009 after the release of the Escrow shares.

NAME	Number of Shares Held	Percentage of Total Shares
1. PROTO RESOURCES & INVESTMENTS LTD	4,400,000	6.018%
2. H F T NOMINEES PTY LTD	4,204,350	5.751%
3. HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	3,108,304	4.252%
4. RYAHED PTY LTD	2,600,000	3.556%
5. ECLECTIC INVESTMENTS PTY LIMITED	1,900,000	2.599%
6. MR ANDREW NEALE	1,786,125	2.443%
7. MR PATRICK ANTHONY TREASURE	1,762,500	2.411%
8. MESUTA PTY LTD	1,621,727	2.218%
9. BLUMOS S A	1,500,000	2.052%
10. MR GF LORD & MRS NK LORD & MR RC PECK	1,500,000	2.052%
11. MARLEY HOLDINGS PTY LTD	1,500,000	2.052%
12. MERRILL LYNCH (AUSTRALIA) NOMINEES PTY LIMITED	1,440,000	1.970%
13. SVEN FOLKE INGEMAR HEURLIN	1,200,000	1.641%
14. MR JAMES P FORREST	1,112,375	1.522%
15. CARMANT PTY LTD	961,166	1.315%
16. MR PETER JOUGHIN	900,000	1.231%
17. NATIONAL NOMINEES LIMITED	886,050	1.212%
18. MR RICHARD BARTON FORREST & MRS ANNE FORREST	875,573	1.198%
19. SUSAN KENNEDY	875,572	1.198%
20. ANZ NOMINEES LIMITED	800,000	1.094%

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